

2003: Year in Review

Type of Project	Number of Applications	Proposed Capital Costs	Approved As Is	Less	Withdrawn Denied	Capital Cost Savings
Projects						
Nursing Homes*	11	\$ 32,230,483	9	0	1	\$ 2,809,373
Residential Care*	14	38,400,053	13	0	1	5,902,959
Hospitals (incl. LTCH*)	29	82,394,908	26	1	0	9,458,092
Freestanding	1	3,289,413	1	0	0	0
Cost Overruns	5	10,876,272	5	0	0	0
SUB-TOTAL:	60	\$167,191,129	54	1	2	\$18,170,424
Non-Appl. Requests	141	47,272,067	141	-	-	-
GRAND TOTAL:	201	\$214,463,196	195	1	2	\$18,170,424

*Long Term Care Proposals Processed in 2003

On January 1, 2003, the moratorium on additional long term care (LTC) beds (first established in 1983) expired. LTC facilities remained subject to Certificate of Need (CON); however, additional opportunities for adding LTC beds then became available.

The expiration of the moratorium not only affected intermediate care and skilled nursing facilities (ICF/SNFs) and residential care facilities (RCFs), but it also allowed applications for new and expanded long term care hospitals (LTCHs) to be considered. The following chart provides a breakdown of the LTC proposals processed in 2003:

Types of ProposalsICF/SNF.....	RCF.....	LTCH.....	TOTAL.....	
	Proposals	Beds	Proposals	Beds	Proposals	Beds	Proposals	Beds
<u>Full Applications</u>								
- New Facility	3	135	2	148	6	215	11	498
- Expansion	1	60	2	24	0	0	3	84
<u>Expedited Applications</u>								
- Bed Purchase	5	165	3	45	-	-	8	210
- Bed Replacement	1	90	3	112	-	-	4	202
- Renovate/Modernize	1	110	4	164	-	-	5	274
<u>Non-Applicability</u>								
- 10-bed/10%	28	192	42	129	-	-	70	321
- < \$600,000	4	64	29	624	-	-	33	688
TOTAL:	43	816	85	1,246	6	215	134	2,277

Not all of the above projects involved more beds. The one ICF/SNF expansion project was to remove a private-pay restriction on 60 beds. The eight *bed purchase* and four *replacement* applications for ICF/SNF and RCF facilities allowed 412 beds to be moved from one location to another. The five *renovation/modernization* applications allowed an additional 274 beds to be upgraded in place. Thus, the actual number of "additional beds" reviewed in 2003 was 1,531.

All of the additional LTC beds reviewed will not be developed. Two applications (78 beds) were denied, three applications (71 beds) were withdrawn and one application was approved for 14 fewer beds than originally requested. In addition, five non-applicability requests for 133 beds were voluntarily relinquished. As a result, the actual number of additional LTC beds to be developed from actions taken in 2003 will be **1,235** (328 ICF/SNF, 777 RCF and 130 LTCH).